

Department of Insurance

Fund: Self-Governing Operating (0229-10)

Sources: All moneys received for fees, licenses and miscellaneous charges assessed on the insurance industry are collected and deposited into the Self-Governing Operating Fund. The director may adjust fees, licenses and miscellaneous charges as necessary to allow the department to meet the appropriation as provided for by law. This fund is referred to as the Insurance Administrative Account in Idaho Code §41-406(1)(f).

Insurance premium taxes, fines, and penalties collected by the agency are deposited into the suspense account (§41-406(1)).

Uses: Fees, licenses and miscellaneous charges provide for the operating expenses of the department's Insurance Regulation Program. At the beginning of each fiscal year, those moneys which exceed the current year's appropriation plus any residual encumbrances made against the prior year's appropriations by twenty-five percent (25%) or more are transferred to the General Fund (§41-401(3)(e)).

At the end of each month, insurance premium taxes, fines and penalties are distributed (as applicable) to the Insurance Refund Fund, the Public Employee Retirement Fund, the Insurance Insolvency Fund, the Individual High Risk Reinsurance Pool, the Health Insurance Access Card Fund, and the General Fund (§41-406(1)(a)-(e)).

Budget Unit: INAB(280) Insurance Regulation

FY 03 \$4,503,735	FY 04 \$4,738,674	FY 05 \$4,340,305	FY 06 \$5,077,540	FY 07 \$5,131,702
--------------------------	--------------------------	--------------------------	--------------------------	--------------------------

Fund: Self-Governing State Fire Marshal (0229-11)

Sources: The Self-Governing State Fire Marshall Fund (referred to in Idaho Code as the Arson, Fire and Fraud Prevention Account) consists of moneys, if any, appropriated to the account by the legislature, as well as penalties collected under the provisions of sections 41-261 and 41-263, Idaho Code; a portion of the continuation fee collected from insurers; other moneys or revenues derived from whatever source for arson or fraud investigation or fire prevention (e.g. fire inspector certification, and licensing of fire protection sprinkler contractors); and interest earned on the investment of the fund. All moneys placed in the account are perpetually appropriated to the Department of Insurance (§41-268).

Uses: The Arson, Fire and Fraud Prevention Account is used by the director of the Department of Insurance for enforcement of the Idaho Insurance Code, investigation of alleged cases of arson, fraud and related alleged violations of the laws of this state, and prevention of fire, explosions and other conditions necessary for the public safety, health, peace and welfare (§41-268(1)).

Budget Unit: INAC(280) State Fire Marshal

FY 03 \$753,519	FY 04 \$766,240	FY 05 \$903,251	FY 06 \$970,555	FY 07 \$933,940
------------------------	------------------------	------------------------	------------------------	------------------------

Fund: Individual High Risk Reinsurance Pool (0229-13)

Sources: After all other statutory deductions from insurance premium tax revenues have been made, if the revenues remaining exceed \$45 million, one-fourth of such excess is appropriated and paid to this fund (§41-406(1)(d)).

Uses: The moneys in this fund are used to pay the costs associated with providing health insurance coverage to high risk individuals regardless of health status or claims experience (§41-5501).

Budget Unit: INAH (Cont) (280) Indiv High Risk Reinsurance

FY 03 \$3,640,747	FY 04 \$5,190,602	FY 05 \$6,411,057	FY 06 \$7,263,736	FY 07 \$5,042,218
--------------------------	--------------------------	--------------------------	--------------------------	--------------------------

Fund: Miscellaneous Revenue (0349-00)

Sources: Funding as a sub-grantee of the Commission on Aging.

Uses: Administer a federal grant from the Commission on Aging to assist with investigation of Medicare fraud.

Budget Unit: INAB(280) Insurance Regulation

FY 03 \$39,290	FY 04 \$50,869	FY 05 \$74,320	FY 06 \$86,896	FY 07 \$92,101
-----------------------	-----------------------	-----------------------	-----------------------	-----------------------

Fund: Insurance Refund (0515-00)

Sources: Up to twenty percent (20%) of all taxes, fines and penalties of premium tax collected may be deposited into the Insurance Refund Fund (§41-406(1)(a)).

Uses: The purpose of this fund is to repay overpayments of any taxes, fines and penalties or other erroneous receipts. Amounts necessary to pay refunds are continuously appropriated. Any unencumbered balance remaining in the Insurance Refund Fund as of June 30 every year in excess of forty thousand dollars (\$40,000) is transferred to the General Fund (§41-406(1)(a)).

Budget Unit: INAE (Cont) (280) Refunds

FY 03 \$5,127,393	FY 04 \$3,891,542	FY 05 \$5,795,144	FY 06 \$6,036,840	FY 07 \$6,205,790
--------------------------	--------------------------	--------------------------	--------------------------	--------------------------

Fund: Department of Insurance Liquidation Trust (0520-00)

Sources: The Insurance Liquidation Trust consists of the monetary assets of an insurer being liquidated. Individual accounts are established for each company in liquidation. Accounts are closed upon completion of the liquidation.

Uses: To liquidate monetary assets and pay claims of an insurer under the general supervision of the court. To provide a means of accurate accounting to the court at such intervals as the court specifies in its order (Idaho Code §41-3318).

Budget Unit: INAD (Cont) (280) Liquidations

FY 03 \$169,010	FY 04 \$4,678,054	FY 05 \$2,410,213	FY 06 \$1,549,003	FY 07 \$1,257,031
------------------------	--------------------------	--------------------------	--------------------------	--------------------------

Fund: Insurance Insolvency Administrative (0523-00)

Sources: The Insurance Insolvency Administration Fund consists of the portion of the premium tax necessary to cover administrative costs incurred by the department in placing insurance companies or any other insurance entities into receivership or under administrative supervision, to the extent that such costs cannot be satisfied from the assets of these companies or entities. This fund is continuously appropriated, but expenditures are not to exceed two hundred thousand dollars (\$200,000) in any one (1) fiscal year, for the payment of the department's administrative expenses incurred in carrying out such receiverships or supervision. A balance of one hundred thousand dollars (\$100,000) shall be maintained in this fund on June 30 of each year (§41-406(1)(c)).

Uses: This fund is used to pay for administrative expenses incurred by the department in discharging duties in placing insurance companies or any other insurance entities into receivership or under administrative supervision, where the assets of such companies have been completely exhausted (§41-406(1)(c)).

Budget Unit: INAG (Cont) (280) Insolvency

FY 03 \$220	FY 04 \$13,287	FY 05 \$12,336	FY 06 \$21,532	FY 07 \$195
--------------------	-----------------------	-----------------------	-----------------------	--------------------

Fund: Federal Grant (0348-00)

Sources: Health Care Financing Administration, U.S. Department of Health and Human Services - Cooperative Agreement Project Grant.

Uses: Limited to administration and dissemination of information on Medicare and Medicaid. Funds are administered by the Department of Insurance through the Senior Health Insurance Benefits Advisor (SHIBA) program.

Budget Unit: INAB(280) Insurance Regulation

FY 03 \$154,800	FY 04 \$165,500	FY 05 \$243,100	FY 06 \$303,140	FY 07 \$257,279
------------------------	------------------------	------------------------	------------------------	------------------------

Department of Insurance Grand Total				
FY 03 \$14,388,714	FY 04 \$19,494,767	FY 05 \$20,189,726	FY 06 \$21,309,241	FY 07 \$18,920,255